Cummins and Sustainability

It's How We Do Business

Brian Mormino

Executive Director

Worldwide Environmental Strategy & Compliance

September 28, 2016







"...we believe that our survival in the very long run is as dependent upon responsible citizenship in our communities and in the society, as it is in responsible technological, financial and production performance."



Cummins business presence

190+

Countries and territories

154
Fortune
500 rank

1919

Founded & headquartered in Columbus, Indiana

6

continents

55,000

Employees worldwide

4

Business units & global power leader



Powering a strong future for all through our



employee relations & engagement. diversity. training and development. health & safety.



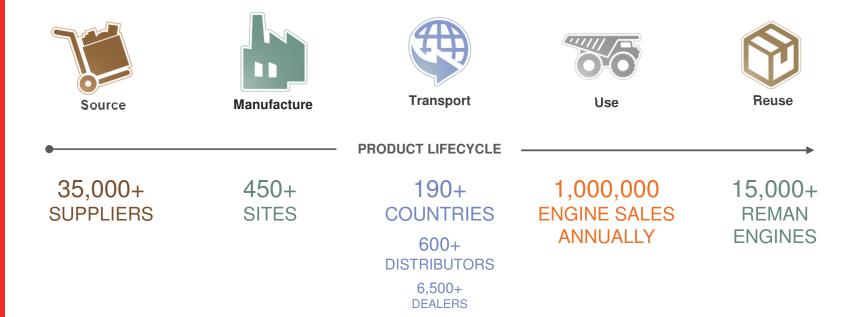
innovation. design for environment. facility & ops environmental management. in-use emissions.



governance. community engagement. supply chain management. customer 5 experience. risk & crisis management

The Power of Cummins





Fueled by 54,000 employees and meaningful public policy and stakeholder engagement.



"Cummins must be a catalyst for environmental sustainability action. Our vision and mission demand it, our business success depends on it, and the ingenuity and energy of our employees can make it happen."

--Tom Linebarger, Chairman and CEO Our journey: building on product emissions, taking action across the product lifecycle, addressing the biggest impacts, setting targets and being transparent

2002

Met pullahead 2004 standards 2007

Met stringent 2010 standards 3 years early on Dodge Ram 2010

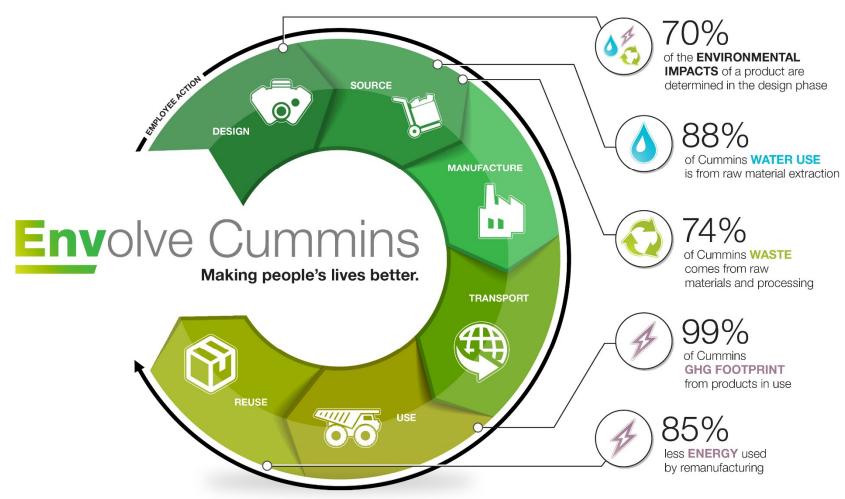
Met near zero emission standards

2000

Established vision & mission

2006

Set 1st facility energy and greenhouse gas (GHG) goal Met 1st and set 2nd facility energy/GHG goal 2014
Announced
global
environmental
sustainability
plan



Envolve Cummins Priorities

FOCUS

ACTION AREAS

Reducing our carbon footprint.



New product fuel efficiency • facility GHG reduction • renewable energy • products in-use fuel efficiency • logistics • remanufacturing

Using fewer natural resources.



Water reduction and neutrality • increased recycling • zero disposal • materials efficiency • packaging • advanced manufacturing

Partnering to solve complex problems.



Customers • communities • suppliers • governments • NGOs • industry groups • universities



REDUCE ENERGY USE

2015 GOAL 25 PERCENT

2015 PROGRESS • 33 PERCENT



REDUCE FACILITY GHG EMISSIONS

2015 GOAL 27 PERCENT

2015 PROGRESS • 36 PERCENT

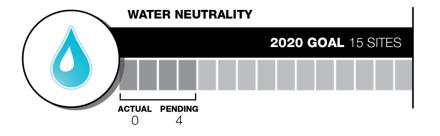


Employees in Seymour work with the regen dynos as part of the high horsepower lab operations team.



Employees in India stand near regen dynos in a Cummins facility in Phaltan, India.





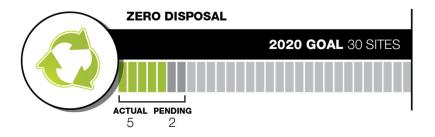


Purple pipes indicate the reuse water system at a Cummins facility in Brazil.



Cummins assisted with desilting and check dam work at Nandal Village in India.



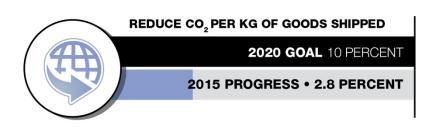




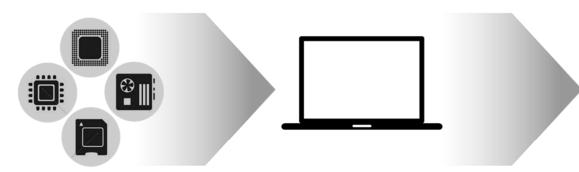
A dumpster dive helps employees in Charleston, South Carolina learn what has been thrown away but could be recycled.



By using returnable packaging, like the crates pictured here, polystyrene can be eliminated from the waste stream.







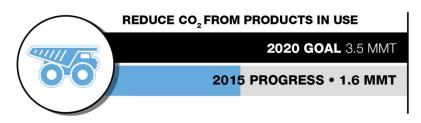
4 transportation systems from different providers

1 synchronized system that oversees all business units' transportation



2,400 metric tons of CO₂ reduction

\$2M Savings

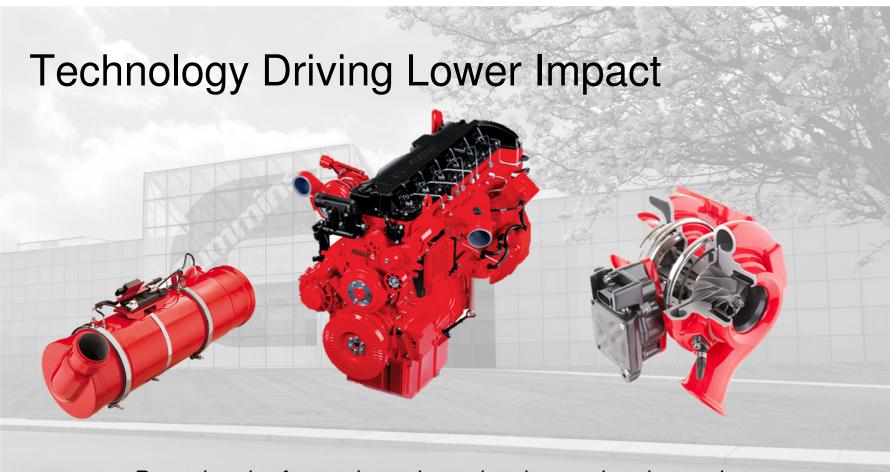




3.2M
Equivalent cars
off the road for a
year by 2020



Cummins helped customer Rio Tinto save \$14.2M annually.



Powering the future through product innovation that makes people's lives better and reduces our environmental footprint

Environmental Challenge









In 2015, 88 projects **reduced** the equivalent of **36,810 metric tons of greenhouse gas** – **a 65% improvement over last year's results.**

The Challenge also resulted in:







45,235+ tons of garbage diverted from landfills





To solve complex

KOMATSU









